

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF ELECTRIC RATES OF)	
LOUISVILLE GAS AND ELECTRIC COMPANY TO)	CASE NO. 10320
IMPLEMENT A 25 PERCENT DISALLOWANCE OF)	
TRIMBLE COUNTY UNIT NO. 1)	

O R D E R

The Commission, on its own motion, initiated this investigation of the rates of Louisville Gas and Electric Company ("LG&E") for the purpose of implementing a disallowance of 25 percent of the cost of the Trimble County Unit No. 1 ("Trimble County"). In an effort to resolve the rate and Trimble County issues under review herein, as well as those on appeal to the Franklin Circuit Court, LG&E filed a motion to adopt a settlement of the Trimble County issues. The Commission then found, by Order entered June 23, 1989, that LG&E's settlement offer warranted serious consideration and a schedule was adopted for the filing of comments by the parties and reply comments by LG&E.

Upon further review of LG&E's settlement offer, and giving due consideration to the filed comments, the Commission finds good cause to schedule a settlement conference. Since LG&E's settlement offer provides for a rate reduction effective August 1, 1989, the Commission finds that time is of the essence and the conference should be convened at the earliest possible date.

The issues in this investigation and those on appeal have already consumed a substantial amount of time and resources of the participants and no final conclusion is in sight. Under these circumstances, the Commission recognizes its obligation to fully consider a settlement agreement that is in the public interest.

IT IS THEREFORE ORDERED that a settlement conference be and it here scheduled for July 25, 1989 at 9:30 a.m., Eastern Daylight Time, in Hearing Room 2 at the Commission's offices in Frankfort, Kentucky.

Done at Frankfort, Kentucky this 20th day of July, 1989.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director